DEPARTMENT OF TRANSPORTATION

DIVISION OF ENGINEERING SERVICES 1727 30th Street, MS-43 SACRAMENTO, CA 95816-8041 PHONE (916) 227-6299 FAX (916) 227-6282 www.dot.ca.gov/hq/esc/



June 19, 2023

James Wu, Vice President Pavement Coatings Company 10240 San Sevaine Way Jurupa Valley, CA 91752 Email: kmccoy@pavementcoatings.com

07-0W4104 07-LA-23-0.0/8.9 B.O. 5/17/2023

Dear Mr. Wu:

The Department of Transportation (Caltrans) received a bid from Pavement Coatings Company (Pavement Coatings), on May 17, 2023, for the above Non-Federal Aid contract. Caltrans reviewed Pavement Coatings' Subcontractor List form and found both Cal Stripe and Hardy & Harper are listed to perform bid item 22, Mobilization. Cal Stripe is listed to perform 50 percent and Hardy & Harper is listed to perform 65 percent for a total of 115 percent.

Caltrans refers Pavement Coatings to Public Contract Code Section 4106 which states in part:

"If a prime contractor fails to specify a subcontractor or if a prime contractor specifies more than one subcontractor for the same portion of work to be performed under the contract in excess of one-half of 1 percent of the prime contractor's total bid, the prime contractor agrees that he or she is fully qualified to perform that portion himself or herself, and that the prime contractor shall perform that portion himself or herself."

As such, if awarded contract 07-0W4104, Pavement Coatings must perform bid item 22 with its own forces, as it failed to adequately specify a subcontractor for these bid items in its bid.

The Resident Engineer will receive a copy of this letter for contract administration and compliance.

If you have any questions, please contact Juan Loera, Contract Awards Branch Chief at (916) 227-5964.

Sincerely,

April Perez-Hollins

April Perez-Hollins
Office Chief
Construction Contract Awards
Program/Project Management, Office Engineer
Division of Engineering Services
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